

**NEW DEFENDANTS' EXHIBIT E**  
**Excerpts of 02/05/2010 Hearing**

1 UNITED STATES DISTRICT COURT  
2 DISTRICT OF NEVADA  
3 BEFORE THE HONORABLE ROBERT C. JONES, DISTRICT JUDGE  
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4 DONNA CORBELLO, :  
5 Plaintiff, : No. 2:08-CV-867-RCJ-PAL  
6 -vs- : February 5, 2010  
7 THOMAS DEVITO, et al., : Reno, Nevada  
8 Defendants. :  
9

10  
11 TRANSCRIPT OF MOTION HEARING  
12

13 APPEARANCES:

14 FOR THE PLAINTIFF: GREGORY GUILLO, GEORGE PAUL,  
15 ROBERT McKIRGAN and JOHN KRIEGER  
16 Attorneys at Law

17 FOR THE DEFENDANTS: BOOKER EVANS, JR., LAWRENCE HANCOCK,  
18 DANIEL MAYEDA, DAVID KORZENIK and  
19 SAMUEL LIONEL  
20 Attorneys at Law

21 Reported by: Margaret E. Griener, CCR #3, RDR  
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COMPUTER-ASSISTED TRANSCRIPTION

1 RENO, NEVADA, FRIDAY, FEBRUARY 5, 2010, 2:00 P.M.

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3  
4 THE COURT: Good afternoon. Please be seated.

5 Thank you so much for waiting. The Court's early  
6 morning arguments went a little longer than we thought, and  
7 therefore I found it necessary to ask you to come a little bit  
8 later.

9 I also want to express gratitude for your  
10 willingness to come up here and argue the case. I do remind  
11 you in that regard that it was for the convenience of the  
12 Court that you did that.

13 This is a Las Vegas docket case, but I also remind  
14 you that arguments and/or ultimate trial would occur, of  
15 course, in Las Vegas unless, again, per convenience of the  
16 Court and, more importantly, convenience of counsel and  
17 witnesses, this matter were scheduled here in Reno.

18 Also, I remind you that there are only informal  
19 divisions in the District of Nevada. They are only informal,  
20 they are not formal divisions, and this was properly filed in  
21 the informal venue of Las Vegas. But, again, judges from both  
22 ends of the state take cases at both ends, we are only  
23 informal divisions, and therefore, simply, I'll conclude with  
24 an expression of gratitude for your willingness to come here  
25 to argue this particular set of motions.

1 other or both?

2 MR. KORZENIK: Yes, your Honor.

3 THE COURT: I think it's probably important, and  
4 I would like a copy as well of the transcript of the  
5 arguments.

6 My intent right now, as I sit here, and having  
7 listened extensively to the arguments, is to deny the motions  
8 for summary judgment. I just think I have factual questions.

9 I do want to give you a week, please, to file that  
10 chart, a contradictory chart. I'm not asking for a brief.  
11 You have only the right to file the matrix that you showed me.

12 I'm not asking for a brief, I'm not asking for a  
13 table of authorities, I just want a chart, if it's  
14 contradictory, showing my alternatives for downstream  
15 agreements based upon whether these are interpreted to be  
16 exclusive '99 agreement, exclusive, nonexclusive, assignment  
17 or simply license alternatives to the effects that it has on  
18 downstream agreements.

19 I just think that I have too many factual issues  
20 that remain, and I don't think that I can grant the summary  
21 judgment motions. I don't even think I can grant them as to  
22 this critical question in my mind that I'm asking, and I'm  
23 still exploring, as a nonexclusive grant, do I therefore have  
24 to dismiss as to the new defendants.

25 My inclination as I sit here right now is that I

1 cannot do that at this stage. Especially, I don't think I can  
2 grant the summary judgment relative to a requested  
3 interpretation at this time as to whether the material assumed  
4 for the purpose of this motion is derived from the work or  
5 used from the work, that it is, in fact, noncopyrightable,  
6 nonprotectible material. I just can't decide that at this  
7 point based upon this, and if it's -- and the items that the  
8 parties have focused me on.

9           So, as I sit here, that's probably where I'm going.  
10 I will give you as extensive a writing as I can.

11           What I would like to do, of course, it sounds like  
12 we're anticipating further motions to dismiss and/or summary  
13 judgment. In each of these motions, and in this one as well,  
14 I would like to narrow the lawsuit as much as I can so that  
15 either we'll get rid of it at some juncture, or, if we go to  
16 the jury, it is as narrow a lawsuit as we can make it so that  
17 it's understandable both to myself and/or to the jury.

18           I do think, however, that I'm probably in a position  
19 to eliminate what would -- sounds to me like would extensively  
20 extend the trial or my own consideration of the legal issues,  
21 and that is the question of this attorney-client relationship.  
22 I do not think that that is a bar to the lawsuit or the  
23 enforceability of the agreement between Woodard and DeVito.

24           That's where I'm going presently. I will give  
25 you -- I do think that we all ought to take a second look at

1 the transcript of these arguments because you have really  
2 focused on some very important parts. I have a much greater  
3 understanding now even than after reading the briefs. Perhaps  
4 I need to reread the briefs, but I do intend to reread the  
5 transcript in the bright sunshine of morning of these various  
6 arguments because they have been very helpful.

7 That's my present inclination, and, of course, I  
8 will reread the transcript before I reach those final  
9 conclusions, and I will give you an extensive -- as extensive  
10 as I can, I won't make it a book, but a writing as to the  
11 analysis. Hopefully it will help trim our lawsuit a little  
12 bit.

13 MR. KORZENIK: Your Honor?

14 THE COURT: Okay. Please, what else?

15 MR. KORZENIK: Yes, one question that we would  
16 like to raise, and that is, in terms of our scheduling order,  
17 we hope very much that your order, decision will focus -- give  
18 some focus to the issues in this case, they're rather  
19 expansive and, I would say, unruly at this point.

20 THE COURT: Right, I agree.

21 MR. KORZENIK: And very expensive to litigate  
22 because there's no definition --

23 THE COURT: Where are we statuswise? What is  
24 the status relative to discovery and --

25 MR. KORZENIK: Well, the discovery cutoff is

1 March 31 and --

2 THE COURT: And that's general discovery.

3 MR. KORZENIK: That's general discovery.

4 THE COURT: And then dispositive motions follow.

5 MR. KORZENIK: That would be -- where is that?

6 Dispositive motions --

7 THE COURT: And I don't want to discourage you,  
8 I encourage you to file those because, whether I grant them or  
9 not, it will be occasion to trim the lawsuit down, too.

10 MR. KORZENIK: For pretrial order, trial date, a  
11 hundred days from the deadline -- 120 days from the deadline  
12 for filing dispositive motions, the trial date is August 31.

13 THE COURT: Okay.

14 MR. KORZENIK: So I guess you count back. It's  
15 unclear. I think it's a little bit -- it's not well crafted.

16 THE COURT: Further, whether I grant motions or  
17 not, it will give me occasion to agree or disagree with the  
18 various principles that both sides present. It will form a  
19 basis hopefully for instruction if we go that far so I think  
20 this is a productive process.

21 MR. KORZENIK: So should we submit to you some  
22 proposed new dates for a scheduling order which you'll be able  
23 to consider following --

24 THE COURT: If you want me to revise that, yes,  
25 please, and either stipulation or -- I don't like to entertain

1 make that final decision.

2 MR. HANCOCK: And I misspoke, there is a final  
3 third point. Counsel, Mr. Guillot, indicated there was a  
4 motion for summary judgment on the authorship determination.  
5 There is no such motion before the Court, your Honor.

6 THE COURT: Okay. Thank you, counsel.

7 MR. GUILLOT: Thank you very much, your Honor.

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10 I certify that the foregoing is a correct  
11 transcript from the record of proceedings  
12 in the above-entitled matter.

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Margaret E. Griener, CCR #3, RDR  
Official Reporter

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Date

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